## INSURANCE REGULATORY TRUST FUND INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2004

г										-								Current	Prior Year	3 Years	5 Years			
	May-04				April-04				March-04				December-03				September-03				FYTD	FY03	Ended	Ended
			ation	Month		Alloca		Month		Alloc		Quarter		Alloca		Quarter		Alloca		Quarter				6/30/2003
LARGE CAP DOMESTIC EQUITY	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
Structured Growth																								
Los Angeles Capital	38,562	1.4%	1.5%	1.48%	24,133	0.9%	1.5%	-0.54%	15,543	0.8%	1.5%	-0.34%	14,955	1.6%	1.5%	9.12%	13,701	1.5%	1.5%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	38,562	1.4%	1.5%	1.48%	24,133	0.9%	1.5%		15,543	0.8%	1.5%	-0.34%	14,955	1.6%	1.5%	9.12%	13,701	1.5%	1.5%		15.23%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				1.86%				-1.16%				0.79%				10.41%				3.92%	16.43%	2.94%	-21.54%	-5.03%
Structured Value																								
LSV	38,238	1.4%	1.5%	0.55%	24,130	0.9%	1.5%		15,378	0.8%	1.5%	6.22%	15,106	1.6%	1.5%	15.66%	13,078	1.4%	1.5%		25.12%	-2.25%	8.84%	3.73%
Russell 1000 Value				1.02%				-2.44%				3.03%				14.19%				2.06%	18.34%	-1.02%	-0.19%	1.05%
Russell 1000 Enhanced Index																								
LA Capital Russell 1000	79,819	3.0%	3.0%	1.49% 1.44%	49,907	1.9%	3.0%	N/A -1.81%	-	0.0%	0.0%	N/A N/A	-	0.0%	0.0%	N/A N/A	-	0.0%	0.0%	N/A N/A	N/A	N/A	N/A N/A	N/A
				1.44%				-1.01%				N/A				N/A				N/A	N/A	IVA	IWA	N/A
S&P 500 Enhanced Index Westridge	77,819	2.9%	3.0%	1.38%	48,665	1.8%	3.0%	N/A		0.0%	0.0%	N/A		0.0%	0.0%	N/A		0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
S&P 500	11,019	2.9%	3.0%	1.37%	40,000	1.0%	3.0%	-1.57%	-	0.0%	0.0%	N/A N/A	-	0.0%	0.0%	N/A N/A	-	0.0%	0.0%	N/A N/A	N/A N/A	N/A N/A	N/A N/A	N/A N/A
				1.07 70				1.07 70				74/71				74/71				74/71	74/71	1071	7471	74/71
Index State Street	17,897			1.37%	11,207			-1.57%	6,190			1.68%	67,689			12.16%	60,344			2.64%	16.78%	0.23%	-11.28%	-1.69%
Transition Account	17,097			N/A	51			N/A	62,551			N/A	07,003 N/A			N/A	N/A			2.0476 N/A	N/A	0.2576 N/A	N/A	-1.0376 N/A
Total Index	17,897	0.7%	1.0%	1.37%	11,258	0.4%	1.0%	-1.57%	68,741	3.5%	7.0%	1.68%	67,689	7.1%	7.0%	12.16%	60,344	6.6%	7.0%		16.78%	0.23%	-11.28%	-1.69%
S&P 500	,			1.37%	,			-1.57%	,			1.69%	•			12.18%	,			2.64%	16.84%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	252,335	9.5%	10.0%	1.30%	158,093	5 9%	10.0%	-2.22%	99,662	5.0%	10.0%	2.91%	97,750	10.2%	10.0%	12.20%	87,122	9.5%	10.0%	3.15%	17.97%	-0.48%	-9.33%	-1.90%
S&P 500	202,000	3.070	10.070	1.37%	100,033	0.070	10.070	-1.57%	33,002	0.070	10.070	1.69%	37,700	10.270	10.070	12.18%	01,122	3.070	10.070	2.64%	16.84%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers																								
SEI	134,585	5.1%	5.0%	1.07%	78,715	3.0%	5.0%	-5.02%	49,413	2.5%	5.0%	6.61%	49,201	5.1%	5.0%	14.82%	42,842	4.7%	5.0%	9.48%	28.66%	0.09%	N/A	N/A
Russell 2000 + 200bp				1.76%				-4.93%				6.78%				15.07%				9.60%	30.28%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	134,585	5.1%	5.0%	1.07%	78,715	3.0%	5.0%	-5.02%	49,413	2.5%	5.0%	6.61%	49,201	5.1%	5.0%	14.82%	42,842	4.7%	5.0%	9.48%	28.66%	0.09%	-3.49%	1.64%
Russell 2000				1.59%				-5.10%				6.26%				14.52%				9.07%	27.97%	-1.63%	-3.30%	0.97%
CONVERTIBLES																								
TCW	268,427	10.1%	10.0%	1.51%	160,261	6.0%	10.0%	-2.90%	97,133	4.9%	10.0%	2.50%	99,921	10.4%	10.0%	9.98%	90,847	9.9%	10.0%	1.85%	13.17%	10.23%	-9.51%	3.90%
First Boston Convertible Index	200, .2.	101170	101070	0.64%	100,201	0.070	101070	-1.93%	01,100		10.070	2.57%	00,021	101170	101070	8.54%	00,011	0.070	101070	2.67%	12.81%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY																								
Large Cap - Active	247 220	8.2%	8.0%	4 079/	137.695	5.2%	8.0%	0.639/	81.311	4 40/	0.00/	3.50%	77.278	0.40/	8.0%	42 020/	68.095	7.4%	8.0%	0.440/	24 200/	-10.31%	45 050/	0.000/
Capital Guardian MSCI EAFE - 50% Hedged	217,328	8.2%	8.0%	-1.07% -0.57%	137,695	5.2%	8.0%	<b>-0.62%</b> -0.53%	81,311	4.1%	8.0%	4.09%	77,278	8.1%	8.0%	<b>13.03%</b> 13.15%	68,095	7.4%	8.0%	<b>8.14%</b> 6.58%	<b>24.39%</b> 24.15%	-10.31% -11.24%	-15.85% -15.51%	<b>0.02%</b> -5.33%
WISCI EALE - 30 / W Fleuged				-0.57 /6				-0.5578				4.0370				13.1370				0.5070	24.1070	-11.2470	-10.0170	-0.0070
Small Cap - Value																								l.
Lazard	23,932	0.9%	1.0%	0.54%	12,599	0.5%	1.0%	-0.10%	10,922	0.6%	1.0%	8.63%	9,897	1.0%	1.0%	14.50%	9,243	1.0%	1.0%	9.92%	37.32%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				-1.40%				-3.20%				12.80%				13.31%				15.95%	41.45%	N/A	N/A	N/A
Small Cap - Growth Vanguard	22.925	0.9%	1.0%	-1.15%	12.275	0.5%	1.0%	-1.98%	10,255	0.5%	1.0%	10.37%	10,620	1.1%	1.0%	14.06%	8.967	1.0%	1.0%	14.95%	40.22%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN	22,925	0.9%	1.0%	-1.15%	12,275	0.5%	1.0%	-3.20%	10,255	0.5%	1.0%	12.80%	10,620	1.170	1.0%	13.31%	0,907	1.0%	1.0%	15.95%	41.45%	N/A N/A	N/A N/A	N/A N/A
	004400	0.00/	40.00/		400 500	0.40/	40.00/		100 100	E 00/	40.00/		07 705	40.00/	40.00/		00.005	0.40/	40.00/					
TOTAL INTERNATIONAL EQUITY  MSCI EAFE - 50% Hedged	264,186	9.9%	10.0%	<b>-0.95%</b> -0.57%	162,569	6.1%	10.0%	<b>-0.70%</b> -0.53%	102,488	5.2%	10.0%	<b>4.76%</b> 4.09%	97,795	10.2%	10.0%	<b>13.28%</b> 13.15%	86,305	9.4%	10.0%	<b>8.97%</b> 6.58%	<b>27.19%</b> 24.15%	<b>-9.20%</b> -11.24%	<b>-15.51%</b> -15.51%	<b>0.27%</b> -5.33%
WIGGI EAFE - 50 /6 Fleugeu				-0.51 %				-0.55%				4.03%				13.13%				0.00%	24.10%	-11.24%	-10.01%	-0.00%
DOMESTIC FIXED INCOME																								
Core Bond																								
Western Asset	277,823	10.4%	10.0%	-0.41%	211,162	7.9%	10.0%	-2.41%	150,957	7.6%	15.0%	2.96%	146,940	15.3%	15.0%	1.62%	150,661	16.4%	15.0%		1.53%	12.77%	11.23%	8.12%
Lehman Aggregate				-0.40%				-2.60%				2.66%				0.32%				-0.14%	-0.24%	10.39%	10.07%	7.54%
Index																								
Bank of ND	362,593	13.6%	15.0%	-0.45%	152,006	5.7%	15.0%		83,065	4.2%	9.0%	3.01%	78,741	8.2%	9.0%	0.07%	82,417	9.0%	9.0%		-0.28%	13.26%	10.87%	7.78%
Lehman Intermediate Gov/Credit (1)				-0.45%				-2.37%				3.08%				-0.03%				-0.50%	-0.35%	13.14%	10.82%	7.83%
BBB Average Quality																								
Strong	154,990	5.8%	5.0%	-0.88%	84,975	3.2%	5.0%		61,213	3.1%	6.0%	3.30%	60,824	6.3%	6.0%	1.46%	63,158	6.9%	6.0%		0.62%	17.91%	N/A	N/A
Lehman US Credit BAA				-0.81%				-3.22%				3.41%				1.22%				0.27%	0.76%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	705 406	20.8%	30.0%	-0.51%	448,143	16.8%	30.0%	-2.55%	295,235	14 0%	30 0%	3.05%	286.505	29.9%	30.0%	1.15%	296.237	32.3%	30.0%	-0.21%	0.85%	13.18%	10.80%	7.81%
Lehman Gov/Credit	190,400	23.0%	30.0%	-0.51% -0.51%	440, 143	10.0%	30.0%	-2.55% -3.07%	290,235	14.9%	30.0%	3.05%	200,000	23.9%	30.0%	-0.03%	290,237	32.3%	30.0%	-0.21% -0.50%	-1.12%	13.18% 13.14%	10.80%	7.81% 7.83%
Loar Gov, Groun				0.0170				0.01 /0				5.0070				0.00/0				0.00/0	1.12/0	13.17/0	10.02 /0	7.00/0
CASH EQUIVALENTS																							1	
Bank of ND	949,818	35.6%	35.0%	0.11%	1,656,330	62.2%	35.0%	0.09%	1,336,646	67.5%	35.0%	0.29%	326,950	34.1%	35.0%	0.29%	314,187	34.2%	35.0%	0.30%	1.09%	1.57%	3.26%	4.15%
90 Day T-Bill				0.09%				0.08%				0.24%				0.26%				0.25%	0.92%	1.52%	3.33%	4.08%
TOTAL INSURANCE REGULATORY TRUST	2,664,758	100 00/	100.004	0.439/	2 664 444	100.00/	100 00/	0.749/	1 000 577	100.00/	100.004	2 200/	050 400	100.0%	100.004	A E40/	047.540	100.09/	100 00/	4.000/	8.34%	6 740/	1 700/	4 DE0/
POLICY TARGET BENCHMARK	2,004,758	100.0%	100.0%	<b>0.12%</b> 0.10%	2,664,111	100.0%	100.0%	-0.74% -1.55%	1,980,577	100.0%	100.0%	<b>2.28%</b> 2.15%	938,122	100.0%	100.0%	<b>4.51%</b> 4.11%	917,540	100.0%	100.0%	1.98% 1.61%	6.50%	<b>6.74%</b> 4.94%	<b>1.72%</b> 1.35%	<b>4.85%</b> 3.99%
I OLIOT TANGET BENUNIVIARA				U. 1U%				-1.00%				2.10%				4.11%				1.01%	0.50%	4.94%	1.35%	3.99%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.